

STATE OF MICHIGAN
COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS AND FUND BALANCES
PROPRIETARY FUND TYPES, SIMILAR TRUST FUNDS, AND DISCRETELY PRESENTED COMPONENT UNITS
FISCAL YEAR ENDED SEPTEMBER 30, 2000
(In Thousands)

	PROPRIETARY FUND TYPES		TOTALS PRIMARY GOVERNMENT (MEMORANDUM ONLY)	COMPONENT UNITS
	ENTERPRISE	INTERNAL SERVICE		
OPERATING REVENUES				
Operating revenues	\$ 2,303,799	\$ 977,421	\$ 3,281,220	\$ 27,582
Interest income	-	-	-	394,030
Investment revenue (net)	-	-	-	47,009
Miscellaneous	-	-	-	39,627
Total Operating Revenues	<u>2,303,799</u>	<u>977,421</u>	<u>3,281,220</u>	<u>508,249</u>
OPERATING EXPENSES				
Salaries, wages, and other administrative	245,257	166,617	411,874	107,374
Interest expense	23	-	23	287,912
Depreciation	552	33,373	33,926	317
Purchases for resale	413,924	40,522	454,446	379
Purchases for prison industries	-	16,723	16,723	-
Lottery prize awards	920,800	-	920,800	-
Premiums and claims	-	654,811	654,811	-
Other operating expenses	521	57,424	57,945	2,632
Total Operating Expenses	<u>1,581,078</u>	<u>969,471</u>	<u>2,550,549</u>	<u>398,613</u>
Operating Income (Loss)	<u>722,721</u>	<u>7,950</u>	<u>730,670</u>	<u>109,635</u>
NONOPERATING REVENUES (EXPENSES)				
Specific tax on spirits	9,991	-	9,991	-
Federal grant revenue	-	-	-	84,913
Interest revenue	13,907	-	13,907	595
Investment revenue (expense) - net	73,745	-	73,745	-
Other nonoperating revenues	2,827	-	2,827	1,825
Nonoperating grants	-	-	-	(167,062)
Amortization of prize award obligation discount	(67,061)	-	(67,061)	-
Interest expense	(14,224)	(1,598)	(15,821)	(213)
Other nonoperating expenses	-	(103)	(103)	(566)
Total Nonoperating Revenues (Expenses)	<u>19,186</u>	<u>(1,701)</u>	<u>17,485</u>	<u>(80,508)</u>
Income (Loss) Before Operating Transfers	<u>741,906</u>	<u>6,249</u>	<u>748,155</u>	<u>29,127</u>
OPERATING TRANSFERS				
Operating transfers from component units	-	-	-	174,941
Operating transfers from primary government	-	-	-	1,948
Operating transfers to other funds	(753,885)	(317)	(754,202)	-
Operating transfers to component units	-	-	-	(723)
Total Operating Transfers In (Out)	<u>(753,885)</u>	<u>(317)</u>	<u>(754,202)</u>	<u>176,166</u>
Net Income (Loss)	<u>(11,979)</u>	<u>5,932</u>	<u>(6,047)</u>	<u>205,293</u>
Retained Earnings and Fund Balances - Beginning of fiscal year - restated (Note 4)	<u>69,531</u>	<u>51,325</u>	<u>120,856</u>	<u>730,822</u>
Retained Earnings and Fund Balances - End of fiscal year	<u>\$ 57,552</u>	<u>\$ 57,257</u>	<u>\$ 114,809</u>	<u>\$ 936,116</u>

The accompanying notes are an integral part of the financial statements.